October 16, 2018

## **Sears Holdings Corporation**

Sears Home Improvement Products Inc. Attn: Robert Riecker, Chief Financial Officer PO Box 2080 Omaha, NE 68103 Weil, Gotshal, & Manges LLP Jacqueline Marcus 767 Fifth Avenue New York, NY 10153

Re: US Bankruptcy CH 11 Case No. 18-23538

## Dear Robert Riecker:

This letter constitutes a notice of demand for the return of certain goods purchased by the above-captioned debtor Sears Home Improvement Products Inc ("Debtor") from Shaw Industries, Inc. ("Seller"). Please take notice that pursuant to UCC section 2-702, 11 U.S.C. section 546(c), and by virtue of the Debtor's insolvency, the Seller hereby demands the segregation and return of all flooring material received by debtor (the "Goods") currently in your possession and delivered to you on or before October 15<sup>th</sup>, 2018 pursuant to the invoices listed on attachment A totaling \$389660.85.

Please notify me to confirm your intention of complying with this reclamation demand, at which time we will issue return authorization to the facilities where these goods were shipped and will make subsequent arrangements for pick up.

Sincerely

Nelson Rhinehart Credit Manager Shaw Industries Inc.

3435 Lower Dug Gap Road SW

P O Box 40 Dalton, GA 30722

cc: US Bankruptcy Court

Southern District of New York